

SECRET

Copy 3 of 4

25X1

MEMORANDUM FOR THE RECORD

SUBJECT: Concurrence in Definitive Contract No. M-856 with The Lovelace Foundation for Medical Education and Research, Albuquerque, New Mexico - Project [REDACTED]

25X1

1. Definitive Contract No. M-856 replaced Letter Contract No. M-856 approved by the Project Director under date of 7 November 1955, and provides for certain medical, clinical, consulting and administrative support (purchase of supplies, equipment, etc.) type services in connection with Project AQUATONE in general and the Watertown Site in particular. The Lovelace Foundation will provide medical and hospitalization services, as required, to project personnel at Watertown; will provide consulting services, as required, to project leaders in connection with operational medical problems of AQUATONE; and will purchase equipment (and modify it as required) and medical type supplies, as required, for use in connection with the project. The Contractor will, under this program, administer complete physiological and psychological tests to the pilot personnel to be used in the operational portion of AQUATONE and provide complete reports, with recommendations, in connection with such tests.

2. An amount not to exceed \$50,000 has been committed by memorandum from the Director of Central Intelligence to the Comptroller for Project AQUATONE, of which Project [REDACTED] is a sub-project. Letter Contract No. M-856 obligated this entire sum from Fiscal Year 1956 Appropriation No. 21X6889.

25X1

3. This definitive contract is a cost-reimbursement type of contract without fee or profit and provides for performance of work through 30 June 1956, subject to extension of the contract period by mutual agreement between the contracting parties.

SECRET

SECRET

SECRET

SECRET

**SUBJECT: Concurrence in Definitive Contract No. M-856 with The
Lovelace Foundation for Medical Education and Research,
Albuquerque, New Mexico - Project [redacted]**

25X1

**4. Approval of Definitive Contract No. M-856 and execution
thereof on behalf of the Agency by the authorized Project
Contracting Officer is recommended.**

[redacted]
Contracting Officer

25X1

CONCURRENCES:

SIGNED *9/20/56*
General Counsel

9/20/56
Comptroller

**Approval requested in
Paragraph 4 granted:**

[redacted]
SA/FC/DCI - Project Director

Distribution

**Orig - [redacted]
2 - Finance Officer
3 - Chrono ✓
4 - Reading**

JHP:law (10 April 1956)

25X1

SECRET